

Ellis County

Estimated Economic Impact of Agriculture, Food, and Food Processing Sectors

6/26/2017

Using the most recent IMPLAN data available (2015) adjusted for 2017, 19 agriculture, food, and food processing sectors were analyzed to determine their overall contribution to the Ellis County economy.¹

These 19 sectors have a total direct output of approximately **\$97.8 million** and support **915.6 jobs** in Ellis County. Running the model for all 19 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Ellis County Economy						
Impact Type ²	Employment	% Employment	Total Value Added ³	Total Value Added % of Gross Regional Product ⁴	Output ⁵	Output % of Gross Regional Product
Direct Effect	915.6	3.35%	\$25,779,387	1.70%	\$97,841,779	6.44%
Indirect Effect	218.7	0.80%	\$12,239,706	0.81%	\$23,451,617	1.54%
Induced Effect	211.8	0.77%	\$11,760,957	0.77%	\$24,017,705	1.58%
Total Effect	1,346.0	4.92%	\$49,780,049	3.28%	\$145,311,101	9.56%

As shown in the above table, agriculture, food, and food processing sectors support **1,346.0 jobs**, or **4.92%** of the entire workforce in the county. These sectors provide a total economic contribution of approximately **\$145.3 million**, roughly **9.56% of the economy**.

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of GRP. Total value added by the 19 agriculture, food, and food processing sectors is approximately **\$49.8 million**, or **3.28% of the GRP**. This indicates that personal income, business income, and taxes generated by these sectors account for **3.28% of the total economy**.

The following tables document the overall summary numbers of the model, top industries affected by employment and output, and a listing of all industries that were analyzed.

¹ Article on building a contribution analysis in IMPLAN that avoids double counting:

http://www.implan.com/index.php?option=com_content&view=article&id=660%3A660&catid=253%3AKB33&Itemid=70

² Direct, indirect, and induced effects sum together to estimate the total economic contribution in the state. **Direct effects** capture the contribution from agricultural and food products. **Indirect effects** capture the economic benefit from farms and agricultural businesses purchasing inputs from supporting industries within the state. **Induced effects** capture the benefits created when employees of farms, agricultural businesses, and the supporting industries spend their wages on goods and services within the state.

³ Value added = labor income + indirect business taxes + other property type income.

⁴ GRP = final demand of households + governments expenditures + capital + exports - imports - institutional sales.

⁵ Output = intermediate inputs + value added.

In the top ten agriculture, food, and food processing sectors by employment, the beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector is the top employer with **426.2 employees**. This table also shows the amount of jobs that are created by the agriculture industry in Ellis County.

Top Ten Agriculture, Food, and Food Processing Sectors by Employment		
Sector	Total Employment	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	426.2	\$34,174,074
Landscape and horticultural services	127.7	\$4,987,496
Grain farming	116.8	\$28,674,658
All other crop farming	93.4	\$4,723,701
Support activities for agriculture and forestry	92.6	\$5,166,370
Veterinary services	43.1	\$3,891,150
Wholesale trade	29.9	\$5,997,803
Bread and bakery product, except frozen, manufacturing	25.1	\$2,858,349
Food product machinery manufacturing	22.5	\$6,194,741
Real estate	21.6	\$2,321,893

The beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector directly contributes approximately **\$34.2 million** to the Ellis County economy. The table below also shows the amount of revenue that is generated in other industries by having a strong agriculture industry.

Top Ten Agriculture, Food, and Food Processing Sectors by Output		
Sector	Total Employment	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	426.2	\$34,174,074
Grain farming	116.8	\$28,674,658
Food product machinery manufacturing	22.5	\$6,194,741
Wholesale trade	29.9	\$5,997,803
Support activities for agriculture and forestry	92.6	\$5,166,370
Landscape and horticultural services	127.7	\$4,987,496
All other crop farming	93.4	\$4,723,701
Veterinary services	43.1	\$3,891,150
Dairy cattle and milk production	15.8	\$3,857,679
Owner-occupied dwellings	0.0	\$3,581,838

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Ellis County economy.

All Agriculture, Food, and Food Processing Sectors		
Sector	Total Employment	Total Output
Oilseed farming	0.9	\$680,637.06
Grain farming	116.8	\$28,674,657.82
Fruit farming	0.3	\$17,483.96
Greenhouse, nursery, and floriculture production	4.3	\$400,101.21
All other crop farming	93.4	\$4,723,701.00
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	426.1	\$34,174,072.27
Dairy cattle and milk production	15.8	\$3,857,678.89
Poultry and egg production	1.3	\$671,517.01
Animal production, except cattle and poultry and eggs	4.9	\$425,447.94
Commercial logging	18.4	\$708,375.22
Commercial hunting and trapping	6.8	\$984,366.60
Animal, except poultry, slaughtering	3.8	\$2,637,722.97
Bread and bakery product, except frozen, manufacturing	25.1	\$2,858,348.61
Frozen cakes and other pastries manufacturing	1.4	\$214,905.99
Other snack food manufacturing	2.5	\$1,364,916.09
Breweries	0.5	\$374,456.35
Food product machinery manufacturing	22.5	\$6,194,741.25
Veterinary services	43.1	\$3,891,150.24
Landscape and horticultural services	127.7	\$4,987,495.42

All 105 counties in Kansas have an IMPLAN model and an agriculture, food, and food processing contribution summary. These values do not factor in the retail environment of food sales. Food retail is important, but in order to provide the most accurate picture of what production agricultural and processing contributes to Ellis County, the retail sector was omitted.